Form 3160-5 (June 2015)

NM OIL CONSERVATION

UNITED STATES ARTESIA DISTRICT DEPARTMENT OF THE INTERIOR OCD Artesia BUREAU OF LAND MANAGEMENT OCT 2 4 2017

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

5. Lease Serial No. NMLC028793C 6. If Indian, Allottee or Tribe Name

abandoned well. Use form 3160-3 (APD) for such proposers [5]					o. It illulali, i illocate of	11100 Nume	
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No. NMNM88525X		
Type of Well					8. Well Name and No. BURCH KEELY UNIT 114		
Name of Operator Contact: ABIGAIL MONTGOMERY COG OPERATING LLC E-Mail: Abbym@bcmandassociates.com					9. API Well No. 30-015-03064-00-S1		
3a. Address 600 W ILLINOIS AVENUE MIDLAND, TX 79701	3b. Phone No. (include area code) Ph: 432-580-7161			10. Field and Pool or Exploratory Area GRAYBURG			
4. Location of Well (Footage, Sec., T.		······································	11. County or Parish, State				
Sec 23 T17S R29E SESE 660		EDDY COUNTY, NM					
12. CHECK THE A	PPROPRIATE BOX(ES) TO INDICA	TE NATURE O	F NOTICE,	REPORT, OR OTH	IER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent	☐ Acidize	☐ Deep	☐ Deepen		ion (Start/Resume)	☐ Water Shut-Off	
	☐ Alter Casing	☐ Hyd	☐ Hydraulic Fracturing		ation	■ Well Integrity	
☐ Subsequent Report	Casing Repair	□ New	Construction	□ Recomp	olete	☐ Other	
☐ Final Abandonment Notice	☐ Change Plans	🛛 Plug	and Abandon	☐ Tempor	arily Abandon		
	☐ Convert to Injection	n 🔲 Plug	☐ Plug Back		Disposal		
1. Tag 7" CIBP @ 2509'. Circu 2. Perf & Sqz 50 sx cmt @ 18 3. Perf & Sqz 50 sx cmt @ 98 4. Perf & Sqz 80 sx cmt @ 44 5. Cut off well head, verify cm	355-1755'. (Queen) 0-880'. WOC & Tag (Yat 0'-Surface.	tes)	_) 2509-2409)'.		
Accepted for record • NMOCD RECLAMA			PROCEDURE SEE ATTACHED CONDITIONS O			F APPROVAL	
14. I hereby certify that the foregoing is	true and correct	hole	Mack	<u> </u>	equiced.		
, , , , , , , , , , , , , , , , , , ,	Electronic Submission For COG	OPERATING L	.C, sent to the Ca	arisbad	-		
	nmitted to AFMSS for pro	cessing by PRI			(18PP0106SE)		
Name (Printed/Typed) ABIGAIL MONTGOMERY Title AGENT							
Signature (Electronic S	Submission)		Date 09/18/2	017			
	THIS SPACE F	OR FEDERA	L OR STATE	OFFICE U	SE		
Approved By James O. Comos			Title Sa	C. S. V .	AET	10-13-17 Date	
Conditions of approval, if any, are attached certify that the applicant holds legal or equ which would epittle the applicant to condu	iitable title to those rights in th		Office	0			
Ttle 18 U.S.C. Section 1001 and Title 43 States my false, fictitious or fraudulent s	U.S.C. Section 1212, make it statements or representations a	a crime for any pe	rson knowingly and thin its jurisdiction.	willfully to m	ake to any department or	agency of the United	

COG Operating LLC

Lease & Well # Burch Keely Unit #114

API: 30-015-03064

Eddy County, NM Sec 23, T17S, R29E 660' FEL & 660' FSL

Elevation - 3581' DF 8-1/4" 28#@390'
C/w 75 sx. Circ to surface Mud to surf

T/sulf 350

Well History:
4/4/1966 - First Injection
10/22/2010 500 Spud Date - 10/01/1949 10/22/2010 - COG acquired well from Marbob 3/22/2017 - FAILED Mechanical Integrity Test (MIT) Packer @ ~2350' 7" 24# @ 2509' C/w 100 sx. TOC @ 1287' Mud to said Perfs (Seven Rivers, Queen, Grayburg, San Andres) 2400-3291' *Estimates, No completion records available 5-1/2" 14# Liner @ 2445-3291' C/w 35 sx. TOC @ 2860' PBTD - 3374' 6-1/4" Open hole 3291-3374' TD - 3493'

32.8146248 -104.0389938

COG Operating LLC

Lease & Well # Burch Keely Unit #114 API: 30-015-03064

Eddy County, NM Sec 23, T17S, R29E 660' FEL & 660' FSL

Elevation - 3581' DF Spud Date - 10/01/1949

8-1/4" 28# @ 390'

C/w 75 sx. Circ to surface

4. Perf & Sqz 80 sx cmt @ 440'-Surface.

3. Perf & Sqz 50 sx cmt @ 980-880'. WOC & Tag (Yates)

2. Perf & Sqz 50 sx cmt @ 1855-1755'. (Queen)

Well History:

4/4/1966 - First Injection

10/22/2010 - COG acquired well from Marbob

3/22/2017 - FAILED Mechanical Integrity Test (MIT)

1. Tag 7" CIBP @ 2509'. Circulate hole w/ MLF. Pressure test csg. Spot 25 sx cmt @ 2509-2409'.

7" 24# @ 2509'

C/w 100 sx. TOC @ 1287'

Packer @ ~2350'

Perfs (Seven Rivers, Queen, Grayburg, San Andres) 2400-3291'

*Estimates, No completion records available

5-1/2" 14# Liner @ 2445-3291' C/w 35 sx. TOC @ 2860'

6 1/4" Open hole 3291-3374'

PBTD - 3374' TD - 3493'

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Permanent Abandonment of Federal Wells Conditions of Approval (LPC Habitat)

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **brine** water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. Below Ground Level Cap (Lesser Prairie-Chicken Habitat): All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10th day, the BLM is to be contacted with justification to receive an extension for completing the cut off. Upon the plugging and subsequent abandonment of wells that are located in lesser prairie-chicken habitat, the casings shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be covered with a metal plate at least ¼ inch thick and welded in place. A weep hole shall be left in the plate and/or casing.

NMOCD also requires the operator to notify NMOCD when this type of dry hole marker is used. This can be done on the subsequent report of abandonment which is submitted to the BLM after the well is plugged. State that a below ground cap was installed as required in the COA's from the BLM.

- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**
- 8. <u>Trash</u>: All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.

Timing Limitation Stipulation/ Condition of Approval for Lesser Prairie-Chicken:

From March 1st through June 15th annually, abandonment activities will be allowed except between the hours from 3:00 am and 9:00 am. Normal vehicle use on existing roads will not be restricted